

United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

RECEIVED

AUG 17 2004

DIV OF OIL GAS & MINING

IN REPLY REFER TO: 3809 (UT-924-OA) UTU-70615, et al.

August 12, 2004

CERTIFIED MAIL--Return Receipt Requested

DECISION

Obligor/Operator:

David Penney

Penny Gemstones

P. O. Box 312

Beaver, UT 84713

Notice Operations: UTU-70615

UTU-70660

UTU-75877

UTU-75878

UTU-75878

Financial Institution: : N
Utah Independent Bank :

P. O. Box 1030

Beaver, UT 84713

Nationwide Bond Amount: \$50,000

Nationwide Financial Guarantee Accepted to Cover Additional Notices Notices Extended

You filed notices extending 3809 notices UTU-70615, UTU-70660, UTU-75877, UTU-75878 and UTU-78293 with the Fillmore Field Office, Bureau of Land Management (BLM). The reclamation cost estimate is determined to be as follows:

3809 Notice	Reclamation Cost
UTU-70615	\$1,000.00 -5/023/083 - Rapunzel
UTU-70660	\$9.800.00 - 5/02/102411116 310
UTU-75877	\$2,600.00 5/027/096- Fantasy Land
UTU-75878	\$3,000.00-5/027/073 - Pretty in rink
UTU-78293	\$1,800.00_S/027/093 - White tiger
Total:	\$18,200.00

This office accepted a nationwide bond in the form of a letter of credit (LOC) in the amount of \$50,000 effective July 14, 2003. A total of \$26,000 is obligated for 3809 notices UTU-71326, UTU-78613, and UTU-79746 in Utah.

The nationwide financial guarantee is accepted as of August 11, 2004, to cover notices UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293. Accordingly, notices UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293 are extended until January 20, 2005.

The bond covers operations conducted by or on behalf of the obligor/operator for 3809 notices UTU-71326, UTU-78613, UTU-79746, UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293.

The pledge for the bond is a LOC written by the financial institution named above. The LOC will be retained in this office until all terms and conditions of the operations have been fulfilled or until a satisfactory replacement bond has been accepted. The LOC will be returned to the financial institution when this office determines that the bond is not longer required.

The LOC will continue indefinitely in the absence of notice from the financial institution of its determination not to renew the letter. Such a notice must be received in this office at least 90 days prior to the <u>original</u> expiration date of May 28, 2004, or the automatic extension dates falling on the same day in subsequent years. A copy of such notice also should be provided to the obligor, who would then be responsible for providing a replacement security to the BLM. Unless the obligor provides a satisfactory replacement bond at least 30 days prior to the then fixed expiration date, BLM will demand that the financial institution pay the full amount of the credit to ensure continuing bond coverage of the obligor. Any such funds thus obtained will be retained as long as none are required to correct defaults, until the bond is no longer required or until replacement bond coverage is accepted by the BLM.

The bond will be maintained by this office. The bond constitutes coverage of all operations conducted by or on behalf of the obligor on Federal lands (nationwide). The bond provides coverage of the obligor where that obligor has interest in, and/or responsibility for plans of operations or notices on public lands issued under the authority of any of the Acts cited on the bond.

A total of \$44,200 is obligated to the 3809 notices in Utah. A total \$5,800 remains available for other 3809 notices/plans nationwide. If you have any questions concerning the bond, please contact Opie Abeyta at (801) 539-4123.

JAMES F. KOHLER

James F. Kohler Chief, Branch of Solid Minerals

cc: Ed Ginouves, CCFO (UT-040)
Sheri Wysong, FFO (UT-010)
Terry Snyder, USO (UT-923)
Joelle Burns, UDOGM
1594 W. North Temple, Suite 1210
Salt Lake City, UT 84114

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEME CASE RECORDATION** (LIVE) Serial Register Page

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01 07-23-1955;069STAT0367;30USC612

Case Type 380913:

Commodity 261: Case Disposition: AUTHORIZED

SURFACE MGT- NOTICE

LC

GOLD,LODE

Total Acres 0.100

Serial Number UTU--- - 070615

%Interest

Serial Number: UTU--- - 070615

ALLEN JERRY ALLEN VERN LAYLAND RAE JEAN PENNEY DAVID L

Name & Address

539 E 800 N 2781 W 2700 S

PO BOX 310 CALLAO RD PO BOX 312

OGDEN UT 84404 SYRACUSE UT 84075 WENDOVER UT 84083 **BEAVER UT 84713**

TRANSFEROR PARTY-IN-INTEREST PARTY-IN-INTEREST **OPERATOR**

0.000000000 0.000000000 0.000000000 100.000000000

Mer Twp Rng Sec

SType SNr Suff

Subdivision

Serial Number: UTU--- - 070615 **District/Resource Area**

County

Mgmt Agency

26 0110S 0070W 005 ALIQ

S2;

FILLMORE FIELD OFFICE

JUAB

Int Rel

BUREAU OF LAND MGM

Serial Number: UTU--- - 070615

			perrer Member	010 0/0013
Act Date	Code	Action	Action Remarks	Pending Office
05/21/1991	387	CASE ESTABLISHED		
05/21/1991	405	NOTICE OF INTENT/DISTURB	0.1;AC PROP DISTURB	
05/21/1991	501	REFERENCE NUMBER	343140;	RECEIVED
05/30/1991	501	REFERENCE NUMBER	UT-054-91-08N;	NECEIVED
05/30/1991	669	LAND STATUS CHECKED	MTP, MCFICHE;	AUC 47 000
05/30/1991	874	RESOURCE CLEARANCES	T&E ANIMAL & PLANT;	AUG 17 2004
06/04/1991	041	COMPL EXAM/RPT COMPLETED		BULDE OU
06/04/1991	528	ACRES DISTURBED	0.1;	DIV OF OIL GAS & MINING
06/07/1991	868	EFFECTIVE DATE		
09/19/1991	041	COMPL EXAM/RPT COMPLETED		
06/16/1992	501	REFERENCE NUMBER	UDOGM E/023/065;	
07/07/1992	041	COMPL EXAM/RPT COMPLETED		
07/07/1992	528	ACRES DISTURBED	0.1;	
06/18/1993	874	RESOURCE CLEARANCES	CULT CLEARANCE;	
07/07/1995	041	COMPL EXAM/RPT COMPLETED		
08/30/1995	041	COMPL EXAM/RPT COMPLETED		
09/01/1995	474	NOTICE OF NONCOMPLIANCE		
10/23/1995	041	COMPL EXAM/RPT COMPLETED		
04/19/1996	114	AMEND/CORR APLN RECD	FILE NEW CLAIM;	
04/19/1996	501	REFERENCE NUMBER	PROSPECT #3;	
05/03/1996	116	AMENDMENT APPV		
09/30/1998	041	COMPL EXAM/RPT COMPLETED		
11/17/1998	041	COMPL EXAM/RPT COMPLETED		
04/26/2000	041	COMPL EXAM/RPT COMPLETED		
07/06/2000	041	COMPL EXAM/RPT COMPLETED		
08/23/2000	041	COMPL EXAM/RPT COMPLETED		
08/08/2001	041	COMPL EXAM/RPT COMPLETED		
06/17/2002	974	AUTOMATED RECORD VERIF	SW;	
08/22/2002	041	COMPL EXAM/RPT COMPLETED	JM;	
01/21/2003	295	EXTENSION FILED		
01/21/2003	672	SUCCESSOR OPERATOR	ALLEN TO PENNEY;	
07/30/2003	041	COMPL EXAM/RPT COMPLETED		
09/23/2003	041	COMPL EXAM/RPT COMPLETED		
09/01/1995 10/23/1995 04/19/1996 04/19/1996 05/03/1998 11/17/1998 04/26/2000 07/06/2000 08/23/2000 08/08/2001 06/17/2002 08/22/2002 01/21/2003 07/30/2003	041 474 041 114 501 116 041 041 041 041 974 041 295 672 041	COMPL EXAM/RPT COMPLETED NOTICE OF NONCOMPLIANCE COMPL EXAM/RPT COMPLETED AMEND/CORR APLN RECD REFERENCE NUMBER AMENDMENT APPV COMPL EXAM/RPT COMPLETED AUTOMATED RECORD VERIF COMPL EXAM/RPT COMPLETED EXTENSION FILED SUCCESSOR OPERATOR COMPL EXAM/RPT COMPLETED	PROSPECT #3; SW; JM;	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR **PURPOSES NOT INTENDED BY BLM**

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEME CASE RECORDATION

(LIVE) Serial Register Page

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04/07/2004	300	BOND REQUIRED	\$1000; FFO	
04/07/2004	501	REFERENCE NUMBER	UDOGM S/023/083;	
08/11/2004	376	BOND FILED	\$1000; LOC; UTB000050	
08/12/2004	909	BOND ACCEPTED	EFF 8/11/04;/A/	

Line N	īr	Remarks	Serial	Number:	UTU	- 070615
0001	/A/	\$50000 NW BOND ACCEPTED FOR UTU70615,				
0002		UTU70660, UTU75877, UTU75878, & UTU78293;				
0003	/B/	NW BOND ALREADY COVERS UTU71326, UTU78613,				
0004		& UTU79746; \$44200 OBLIGATED, \$5800 AVAILABLE;				